

# FY 2012-13 BUDGET

## BUDGET SECTION SUMMARY

Section Title:

SOUTH PARK COUNTY SANITATION DISTRICT

### A. Program Description

This budget finances administration of a collection system and pumping stations which serve the South Park area. Raw sewage is transported to the City of Santa Rosa for treatment and disposal. Treatment and disposal are covered by an agreement between the two entities.

### B. Financial Summary

Section	GROSS EXPENDITURES			NET COST/USE OF FUND BALANCE		
	FY 11-12 Adopted	FY 12-13 Requested	Percent Change	FY 11-12 Adopted	FY 12-13 Requested	Percent Change
Operations	\$3,000,996	\$4,549,809	51.61%	(\$183,169)	\$1,305,955	(812.98%)
Revenue Bonds	\$144,996	\$140,809	(2.89%)	(\$125,000)	(\$125,000)	0.00%
Construction	4,603,792	928,000	(79.84%)	3,147,466	(575,300)	(118.28%)
<b>TOTAL:</b>	<b>\$7,749,784</b>	<b>\$5,618,618</b>	<b>(27.50%)</b>	<b>\$2,839,297</b>	<b>\$605,655</b>	<b>(78.67%)</b>

### C. Staffing Summary

No staffing is allocated to this index.

### D. Workload Summary

Workload Indicator	FY 10-11 Actual	FY 11-12 Budget Estimate	FY 11-12 Revised Estimate	FY 12-13 Projected	Change from FY 11-12 Budget Estimate
TOTAL ESDs	4,008	4,008	3,986	3,990	(0.45%)
TOTAL APNs	2,224	2,224	2,215	2,224	0.00%

### E. Summary of Issues and Significant Changes

The requested rate per ESD for FY 12-13 annual service charges is \$810, representing a 2.0% increase from FY 11-12. Annual sewer service charge revenue, adjusted for the anticipated number of ESDs and an estimated delinquency factor, is projected to increase from the FY 11-12 budget. This revenue change is due to the rate increase.

The South Park County Sanitation District (South Park CSD) provides service to the South Park area using a gravity collection system and lift station at Todd Road. Wastewater from South Park CSD is treated and disposed of by the City of Santa Rosa at the Laguna Subregional Treatment Plant on Llano Road. In July of 1996, the City of Santa Rosa (under contract) accepted responsibility for the operation and routine maintenance of the collection system.

An agreement for transfer of responsibility to the City of Santa Rosa of collection system operation and maintenance, and subsequent dissolution of the South Park CSD, was finalized in February of 1996 and amended. This agreement includes a provision that the South Park CSD will be dissolved and transferred to the City of Santa Rosa no later than June 30, 2011. The agreement also requires the South Park CSD to replace, slip-line, or repair 41,610 feet of the collection system and upgrade the Todd Road lift station before transfer of the South Park CSD to the City of Santa Rosa. This agreement is expected to be amended again to allow sufficient time for South Park CSD to complete work on the collection system.

South Park CSD is planning to replace three sections of the collection system between FY 11-12 and FY 14-15. Projects identified include: Gloria-Meekland Court and Blackwell Tract. The collection system projects identified above, along with previously completed projects or projects currently underway, will fulfill South Park CSD's responsibilities as required in the dissolution agreement with the City of Santa Rosa. The South Park CSD issued \$3.1 million in revenue bonds in FY 00-01 to enable it to meet its capital replacement obligations along with the HVOC remediation costs explained below.

On December 22, 1998 the NCRWQCB released a draft Cleanup and Abatement Order (CAO) for halogenated volatile organic compounds (HVOCs) found in soil and groundwater in the vicinity of Sebastopol Road and West Avenue in the South Park CSD service area. The draft CAO specified that HVOCs found in the soil and groundwater are the result of the discharge of these chemicals from dry cleaning operations into the South Park CSD collection system. The draft CAO further specifies that the HVOCs subsequently leaked from the collection system to adjacent soil and groundwater. Potential costs for investigation, remediation, and legal work related to the draft CAO are substantial (\$2-10 million). In FY 99-00, South Park CSD received a \$500,000 loan from the County of Sonoma General Fund to assist in the first phase of the Plan of Action for HVOC Investigation and Mitigation which South Park CSD has repaid as of FY 04-05. The South Park CSD, County of Sonoma, and the NCRWQCB continue to work cooperatively to deal with this issue.

**F. Summary of Reduction Options**

No reduction options are proposed.

**G. Attachments**

- Summary of Revenues and Expenditures
- Character Justification
- Statement of Special Fund Activity

# FY 2012-13 BUDGET

## SUMMARY OF REVENUES AND EXPENDITURES

**Section Title:** SOUTH PARK CSD - OPERATIONS

**Section/Index No:** 654103

Sub-Object No. and Title	Adopted 2011-12	Requested 2012-13	Difference	Percent Change
<b>REVENUES:</b>				
<b><u>TAXES</u></b>				
1001 Flat Charges - CY	\$3,043,751	\$3,090,944	\$47,193	1.55%
1061 Flat Charges - PY	60,000	65,000	5,000	8.33%
1120 Penalties / Costs on Taxes	14,000	14,000	0	0.00%
<b>Subtotal Taxes</b>	<b>\$3,117,751</b>	<b>\$3,169,944</b>	<b>\$52,193</b>	<b>1.67%</b>
<b><u>USE OF MONEY</u></b>				
1700 Interest on Pooled Cash	\$4,950	\$11,550	\$6,600	133.33%
<b>Subtotal Use of Money</b>	<b>\$4,950</b>	<b>\$11,550</b>	<b>\$6,600</b>	<b>133.33%</b>
<b><u>CHARGES FOR SERVICES</u></b>				
3400 Sanitation Services	\$44,464	\$45,360	\$896	2.02%
<b>Subtotal Charges for Services</b>	<b>\$44,464</b>	<b>\$45,360</b>	<b>\$896</b>	<b>2.02%</b>
<b><u>MISCELLANEOUS REVENUE</u></b>				
4115 Santa Rosa Rebate	\$17,000	\$17,000	\$0	0.00%
<b>Subtotal Miscellaneous Revenue</b>	<b>\$17,000</b>	<b>\$17,000</b>	<b>\$0</b>	<b>0.00%</b>
<b><u>ADMINISTRATIVE CONTROL ACCOUNT</u></b>				
4200 ENT - LTD Proceeds	\$0	\$0	\$0	N/A
4209 ENT - LTD Proceeds - Clearing	0	0	0	N/A
<b>Subtotal Admin. Control Account</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>N/A</b>
<b>TOTAL REVENUES</b>	<b>\$3,184,165</b>	<b>\$3,243,854</b>	<b>\$59,689</b>	<b>1.87%</b>

**EXPENDITURES:**

**SERVICES AND SUPPLIES**

6430 Printing Services	\$0	\$2,000	\$2,000	N/A
6516 Data Processing Services	0	2,000	2,000	N/A
6521 County Services	1,000	3,000	2,000	200.00%
6522 District Services	3,000	0	(3,000)	(100.00%)
6523 District Operations	80,000	30,000	(50,000)	(62.50%)
6540 Contract Services	500,000	500,000	0	0.00%
6570 Consultant Services	10,000	10,000	0	0.00%
6573 Administration Costs	27,000	27,000	0	0.00%
6610 Legal Services	25,000	10,000	(15,000)	(60.00%)
6630 Audit / Accounting Services	15,000	15,000	0	0.00%

<b>Sub-Object No. and Title</b>	<b>Adopted 2011-12</b>	<b>Requested 2012-13</b>	<b>Difference</b>	<b>Percent Change</b>
<b><u>SERVICES AND SUPPLIES (cont'd)</u></b>				
7000 Special Departmental Expense	50,000	50,000	0	0.00%
7206 Equipment Usage Charge	1,000	1,000	0	0.00%
7217 State Permits / Fees	2,000	2,000	0	0.00%
7247 Water Conservation	10,000	15,000	5,000	50.00%
<b><i>Subtotal Services and Supplies</i></b>	<b><u>\$724,000</u></b>	<b><u>\$667,000</u></b>	<b><u>(\$57,000)</u></b>	<b><u>(7.87%)</u></b>
<b><u>OTHER CHARGES</u></b>				
7930 Interest-L.T. Debt	\$0	\$0	\$0	N/A
7961 Sewer Capacity Rights	1,700,000	1,750,000	50,000	2.94%
7980 Depreciation	282,000	342,000	60,000	21.28%
<b><i>Subtotal Other Charges</i></b>	<b><u>\$1,982,000</u></b>	<b><u>\$2,092,000</u></b>	<b><u>\$110,000</u></b>	<b><u>5.55%</u></b>
<b><u>FIXED ASSETS</u></b>				
9480 Intangible Assets	\$5,000	\$5,000	\$0	0.00%
<b><i>Subtotal Fixed Assets</i></b>	<b><u>\$5,000</u></b>	<b><u>\$5,000</u></b>	<b><u>\$0</u></b>	<b><u>0.00%</u></b>
<b><u>OTHER FINANCING USES</u></b>				
8625 OT - W/in Special Dist - BOS	\$269,996	\$1,765,809	\$1,495,813	554.01%
<b><i>Subtotal Other Financing Uses</i></b>	<b><u>\$269,996</u></b>	<b><u>\$1,765,809</u></b>	<b><u>\$1,495,813</u></b>	<b><u>554.01%</u></b>
<b><u>APPROPRIATIONS FOR CONT</u></b>				
9000 Approp for Contingencies	\$20,000	\$20,000	\$0	0.00%
<b><i>Subtotal Approp for Contingencies</i></b>	<b><u>\$20,000</u></b>	<b><u>\$20,000</u></b>	<b><u>\$0</u></b>	<b><u>0.00%</u></b>
<b><u>ADMINISTRATIVE CONTROL ACCOUNT</u></b>				
9200 Ent - Principal	\$0	\$0	\$0	N/A
9209 Ent - Principal Clearing	0	0	0	N/A
<b><i>Subtotal Administrative Control</i></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>\$0</u></b>	<b><u>N/A</u></b>
<b>TOTAL EXPENDITURES</b>	<b>\$3,000,996</b>	<b>\$4,549,809</b>	<b>\$1,548,813</b>	<b>51.61%</b>
<b>TOTAL NET COST</b> <i>(Expenditures Minus Revenues)</i>	<b>(\$183,169)</b>	<b>\$1,305,955</b>	<b>\$1,489,124</b>	<b>(812.98%)</b>

**FY 2012-13 BUDGET**  
**CHARACTER JUSTIFICATION**

**Department - Division:** Sonoma County Water Agency - Sanitation

**Section Title:** South Park CSD - Operations

**Character Title:** Taxes

**Character No.:** 654103-10

**1001 Flat Charges - CY**

Flat charge revenue from annual service charges is expected to increase from the adopted FY 11-12 budget. The rate will increase 2.0%, from \$794 to \$810

ESDs times annual rate:	3,934 x \$810	\$3,186,540
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Less Estimated Delinquency Factor:	3%	(95,596)
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		<u>\$3,090,944</u>
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(See SubObject 3400 for Total ESDs)

**1061 Flat Charges - PY**

This item records the estimated delinquent amount of prior years sewer service charges.

**1120 Penalties/Costs on Taxes**

This item records penalties paid on delinquent sewer service charges.

**Character Title:** Use of Money

**Character No.:** 654103-17

**1700 Interest on Pooled Cash**

This account records interest on pooled cash held for the District by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$2,100,000
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Projected Interest Rate	<u>0.55%</u>
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Projected/Planned Interest on Pooled Cash	\$11,550
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**Character Title:** Charges for Services

**Character No.:** 654103-30

**3400 Sanitation Services**

This account records annual sewer service charges for entities that are invoiced, rather than collected as flat charges on the tax roll, and for new hook-ups as they occur during the year. The Sanitation Rate Ordinance requires that charges be collected at the time permits are issued. The properties are then added to the tax roll master listing and collected through sub-object 1001, Flat Charges, in the following year.

Based on projected FY 12-13 ESDs, the District will experience an increase in revenue from invoiced entities.

ESDs x Annual Charge	56 x \$810	=	\$45,360
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**Character Title:** Miscellaneous Revenue

**Character No.:** 654103-40

**4115 Santa Rosa Rebate**

This account records the annual rebate received from the City of Santa Rosa in accordance with the City of Santa Rosa's Subregional Agreement. The rebate amount is the adjustment between projected and actual costs for operation and maintenance of the Subregional Wastewater System.

**Character Title:** Administrative Control Account

**Character No.:** 654103-42

**4200 ENT-LTD Proceeds**

No Long Term Debt proceeds are anticipated in FY 12-13.

**4209 ENT-LTD Proceeds - Clearing**

This is the clearing account for sub-object 4200.

**Character Title:** Services and Supplies

**Character No.:** 654103-60

**6430 Printing Services**

This item is requested to cover the costs of printing services, which are primarily furnished by the County Reprographics Department.

**6516 Data Processing Services**

This request covers the costs of various data processing supplies and services.

**6521 County Services**

This item records the expense for special district accounting services.

**6522 District Services**

This records the service and supply type items associated with operations and maintenance of the District's facilities.

**6523 District Operations**

This account is used primarily to record staff time associated with maintaining the sanitation master user listing for the District, as well as management and administrative time associated with negotiating and administering agreements with the City. Less staff time is planned for F 12-13.

**6540 Contract Services**

This account records the cost of collection system maintenance paid to the City of Santa Rosa.

**6570 Consultant Services**

This account records the costs of miscellaneous services provided by outside consultant.

**6573 Administration Costs**

This account represents the 1% administration fee assessed by the County for processing collection of flat charges on the tax roll.

**6610 Legal Services**

This item is requested to provide funds for the estimated cost of legal services to be provided by County Counsel, or outside legal services, as required.

**6630 Audit / Accounting Services**

This account represents the cost of accounting and audit services provided by an outside certified public accounting service.

**Character Title:**            **Services and Supplies (cont'd)**

**Character No.:**        **654103-60**

**7000 Special Departmental Expense**

These costs are for legal counsel to provide legal advice and assistance in advancing a regional solution to the Roseland Area HVOC plume investigation and remediation, as well as management and administrative time associated with the groundwater clean-up efforts.

**7206 Equipment Usage Charges**

This item is requested to provide funds for equipment usage.

**7217 State Permits / Fees**

This account records the cost of obtaining the South Park CSD issued by the Regional Water Quality Control

**7247 Water Conservation**

This account records the cost of the Water Conservation Program.

**Character Title:**            **Other Charges**

**Character No.:**        **654103-75**

**7961 Sewer Capacity Rights**

South Park CSD participates with the cities of Santa Rosa, Rohnert Park, Cotati and Sebastopol in the Santa Rosa Subregional Sewage System. Santa Rosa provides the treatment for raw sewage for the other participating entities. This payment, required by agreement, is South Park's share (based on capacity needs) of the cost of operations and improvements to the subregional facilities and the bonds used to finance them. Prior to the annexation of the Roseland area of South Park by the City of Santa Rosa, the South Park CSD's sewer capacity charge was based on a capacity in the Subregional Wastewater Treatment Plant of 700,000 gallons per day.

**7980 Depreciation**

Generally Accepted Accounting Principles require that depreciation be expensed each year.

**Character Title:**            **Fixed Assets**

**Character No.:**        **654103-85**

**9480 Intangible Assets**

This account records sewer easement dedications.

**Character Title:**            **Other Financing Uses**

**Character No.:**        **654103-86**

**8625 OT - W/in Special Dist - BOS**

This account reflects the transfer of cash from the Operations Fund to the 2000 Revenue Bond Fund necessary to satisfy the annual debt service payment on the bonds (\$265,809). The amount to be transferred is determined from the debt service schedule for the bonds. In addition \$1,500,000 will be transfer to the Construction Fund for planned capital projects.

**Character Title:**            **Appropriations for Contingencies**

**Character No.:**        **654103-90**

**9000 Appropriations for Contingencies**

This account provides funding for unanticipated expenditures or revenue shortfalls.

**Character Title:**            **Administrative Control Account**

**Character No.:**        **654103-92**

**9200 Ent - Principal**

There are no planned principal payment in FY 12-13.

**9209 Ent - Principal Clearing**

This is the clearing account for sub-object 9200, Ent - Principal.

**FY 2012-13 BUDGET**  
**STATEMENT OF SPECIAL FUND ACTIVITY**

**Department:** Sonoma County Water Agency - Sanitation  
**Section:** South Park CSD - Operations  
**Index No.:** 654103

DESCRIPTION OF FUND ACTIVITY	Actual FY 10-11	Estimated FY 11-12	Requested FY 12-13
<b>Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings</b>			
<b>Available for Budgeting</b> (See Detailed Components Below)	<b>\$4,886,153</b>	<b>\$5,639,336</b>	<b>\$3,224,194</b>
<b>Annual Revenues and Expenditures:</b>			
Revenues - Increase retained earnings	3,088,349	3,227,723	3,243,854
Expenditures - (Decrease) retained earnings	(2,616,591)	(5,924,813)	(4,549,809)
<b>Net Surplus or Deficit</b> - Inc/(Dec) to retained earnings	471,758	(2,697,090)	(1,305,955)
<b>Adjustments to Reserves/Encumbrances:</b>			
7980 Depreciation	281,948	281,948	342,000
Change In Encumbrances	(524)	-	-
<b>Net Adjustment</b> - Increase/(Decrease) to Retained Earnings	281,424	281,948	342,000
<b>Undesignated/Unreserved <u>ENDING</u> Retained Earnings</b>			
<b>Available for Budgeting</b>	<b>\$5,639,336</b>	<b>\$3,224,194</b>	<b>\$2,260,239</b>
<b>Total Increase/(Decrease) in Retained Earnings for Fiscal Year</b> (Difference between Beginning and Ending Balance)	<b>\$753,183</b>	<b>(\$2,415,142)</b>	<b>(\$963,955)</b>
<b><u>Retained Earnings Components at Beginning of FY</u></b>	<b><u>7/1/10</u></b>	<b><u>7/1/11</u></b>	
Cash	\$4,747,917	\$5,510,205	
Other Receivables	321,327	312,601	
Vouchers Payable	(1,567)	(1,422)	
Encumbrances	(181,524)	(182,048)	
<b>Total Beginning Retained Earnings</b>	<b>\$4,886,153</b>	<b>\$5,639,336</b>	



# FY 2012-13 BUDGET

## SUMMARY OF REVENUES AND EXPENDITURES

Section Title: SOUTH PARK CSD - 2000 REVENUE BONDS

Section/Index No: 654202

Sub-Object No. and Title	Adopted 2011-12	Requested 2012-13	Difference	Percent Change
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### REVENUES:

#### USE OF MONEY

1700 Interest on Pooled Cash	\$0	\$0	\$0	N/A
<b>Subtotal Use of Money</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>N/A</b>

#### OTHER FINANCING SOURCES

4625 OT - W/in Special Dist - BOS	\$269,996	\$265,809	(\$4,187)	(1.55%)
<b>Subtotal Other Financing Sources</b>	<b>\$269,996</b>	<b>\$265,809</b>	<b>(\$4,187)</b>	<b>(1.55%)</b>

<b>TOTAL REVENUES</b>	<b>\$269,996</b>	<b>\$265,809</b>	<b>(\$4,187)</b>	<b>(1.55%)</b>
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### EXPENDITURES:

#### SERVICES & SUPPLIES

6635 Fiscal Agent Fees	\$10,000	\$10,000	\$0	0.00%
6640 Debt Issuance Cost	4,376	4,376	0	0.00%
<b>Subtotal Services &amp; Supplies</b>	<b>\$14,376</b>	<b>\$14,376</b>	<b>\$0</b>	<b>0.00%</b>

#### OTHER CHARGES

7920 Interest	\$130,620	\$126,433	(\$4,187)	(3.21%)
<b>Subtotal Fixed Assets</b>	<b>\$130,620</b>	<b>\$126,433</b>	<b>(\$4,187)</b>	<b>(3.21%)</b>

#### OTHER FINANCING USES

8625 OT-Within SP Dist-BOS	\$0	\$0	\$0	N/A
<b>Subtotal Other Financing Uses</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>N/A</b>

#### ADMIN CONTROL

9200 ENT - Principal	\$125,000	\$125,000	\$0	0.00%
9209 ENT - Principal Clearing	(125,000)	(125,000)	0	0.00%
<b>Subtotal Admin Control</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>N/A</b>

<b>TOTAL EXPENSES</b>	<b>\$144,996</b>	<b>\$140,809</b>	<b>(\$4,187)</b>	<b>(2.89%)</b>
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<b>TOTAL NET COST</b>	<b>(\$125,000)</b>	<b>(\$125,000)</b>	<b>\$0</b>	<b>0.00%</b>
<i>(Expenses Minus Revenues)</i>				

**FY 2012-13 BUDGET**  
**CHARACTER JUSTIFICATION**

**Department - Division:** Sonoma County Water Agency - Sanitation

**Section Title:** South Park CSD - 2000 Revenue Bonds

**Character Title:** Use of Money

**Character No.:** 654202-17

**1700 Interest on Pooled Cash**

This account records interest on pooled cash held for the District by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$0
Projected Interest Rate	<u>0.55%</u>
Projected/Planned Interest on Pooled Cash	\$0

**Character Title:** Other Financing Sources

**Character No.:** 654202-46

**4625 OT - Within Sp District**

This account will record the operating transfer from the Operations Fund necessary to meet the annual debt service requirements for the bonds.

**Character Title:** Services and Supplies

**Character No.:** 654202-60

**6635 Fiscal Agent Fees**

This account records the annual administrative fees from the trustee for the 2005 Revenue Bonds.

**6640 Debt Issuance Costs**

This account records the amortized costs associated with the issuance of the 2005 Revenue Bonds. This is an annual expense that will be recorded throughout the life of the bonds. Although this is a non-cash transaction, appropriations are necessary to record the expense.

**Character Title:** Other Charges

**Character No.:** 654202-75

**7920 Interest**

This account reflects the interest expense of the refunded 2005 Revenue Bonds. Interest Serial Bond range from 2.6% to 5.0%.

**Character Title:** Other Financing Uses

**Character No.:** 654202-86

**8625 OT - Within Sp Dist**

This account reflects the transfer of funds to the Construction Fund to finance the Capital Replacement Program. There is no planned transfer for FY 12-13.

**9200 Ent - Principal**

This account reflects the principal payment for the 2005 Revenue Bonds issued in early FY 05-06 to finance the Capital Replacement Program. Payments began in October 2006 and will continue until October 2026.

Original Issue	\$3,250,000
Total FY 05-06 through FY 10-11 Principal Payments:	(560,000)
FY 11-12 Principal Payment:	<u>(125,000)</u>
Outstanding Loan Amount	\$2,565,000

**9219 Ent - Principal**

This is the clearing account for sub-object 9200, Ent - Principal.

# FY 2012-13 BUDGET

## STATEMENT OF SPECIAL FUND ACTIVITY

**Department:** Sonoma County Water Agency - Sanitation  
**Section:** South Park CSD - 2000 Revenue Bonds  
**Index No.:** 654202

DESCRIPTION OF FUND ACTIVITY	Actual FY 10-11	Estimated FY 11-12	Requested FY 12-13
<b>Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings</b>			
<b>Available for Budgeting</b> (See Detailed Components Below)	<b>(\$52,029)</b>	<b>(\$30,256)</b>	<b>(\$9,891)</b>
<b>Annual Revenues and Expenditures:</b>			
Revenues - Increase retained earnings	269,610	271,648	265,809
Expenditures - (Decrease) retained earnings	(138,298)	(144,996)	(140,809)
<b>Net Surplus or Deficit - Inc/(Dec) to retained earnings</b>	<b>131,312</b>	<b>126,652</b>	<b>125,000</b>
<b>Adjustments to Reserves/Encumbrances:</b>			
Amortization of Debt Issuance Costs	4,376	4,376	4,376
Amortization of Bond Refunding	14,337	14,337	14,337
Increase in Matured Bonds Payable	(5,000)	-	-
Amortization of Bond Premium	(3,252)	-	-
9200 Ent Principal	(120,000)	(125,000)	(125,000)
<b>Net Adjustment - Inc/(Dec) to Retained Earnings</b>	<b>(109,539)</b>	<b>(106,287)</b>	<b>(106,287)</b>
<b>Undesignated/Unreserved <u>ENDING</u> Retained Earnings</b>			
<b>Available for Budgeting</b>	<b>(\$30,256)</b>	<b>(\$9,891)</b>	<b>\$8,822</b>
<b>Total Increase/(Decrease) in Retained Earnings for Fiscal Year</b> (Difference between Beginning and Ending Balance)	<b>\$21,773</b>	<b>\$20,365</b>	<b>\$18,713</b>
<b><u>Retained Earnings Components at Beginning of FY</u></b>	<b><u>7/1/10</u></b>	<b><u>7/1/11</u></b>	
Cash	\$197,522	\$223,335	
Cash with Trustee	-	-	
Cash Restricted for Debt Services	(99,005)	(99,005)	
Interest Payable	(30,546)	(29,586)	
Matured Bonds Payable	(120,000)	(125,000)	
<b>Total Beginning Retained Earnings</b>	<b>(\$52,029)</b>	<b>(\$30,256)</b>	

# FY 2012-13 BUDGET

## SUMMARY OF REVENUES AND EXPENDITURES

Section Title: SOUTH PARK CSD - CONSTRUCTION

Section/Index No: 654301

Sub-Object No. and Title	Adopted 2011-12	Requested 2012-13	Difference	Percent Change
<b>REVENUES:</b>				
<b><u>USE OF MONEY</u></b>				
1700 Interest on Pooled Cash	\$248	\$3,300	\$3,052	1230.65%
<b>Subtotal Use of Money</b>	<b>\$248</b>	<b>\$3,300</b>	<b>\$3,052</b>	<b>1230.65%</b>
<b><u>MISCELLANEOUS REVENUE</u></b>				
4102 Donations/Reimbursements	\$1,456,078	\$0	(\$1,456,078)	(100.00%)
4303 State Grants	0	0	0	N/A
<b>Subtotal Miscellaneous Revenue</b>	<b>\$1,456,078</b>	<b>\$0</b>	<b>(\$1,456,078)</b>	<b>(100.00%)</b>
<b><u>OTHER FINANCING SOURCES</u></b>				
4625 OT - W/in Special Dist - BOS	\$0	\$1,500,000	\$1,500,000	N/A
<b>Subtotal Other Financing Sources</b>	<b>\$0</b>	<b>\$1,500,000</b>	<b>\$1,500,000</b>	<b>100.00%</b>
<b>TOTAL REVENUES</b>	<b>\$1,456,326</b>	<b>\$1,503,300</b>	<b>\$46,974</b>	<b>3.23%</b>
<b>EXPENDITURES:</b>				
<b><u>FIXED ASSETS</u></b>				
8510 Building / Improvement	\$0	\$0	\$0	N/A
9142 Capital Replacement Program	4,603,792	928,000	(3,675,792)	(79.84%)
<b>Subtotal Fixed Assets</b>	<b>\$4,603,792</b>	<b>\$928,000</b>	<b>(\$3,675,792)</b>	<b>(79.84%)</b>
<b>TOTAL EXPENDITURES</b>	<b>\$4,603,792</b>	<b>\$928,000</b>	<b>(\$3,675,792)</b>	<b>(79.84%)</b>
<b>TOTAL NET COST</b> (Expenditures Minus Revenues)	<b>\$3,147,466</b>	<b>(\$575,300)</b>	<b>(\$3,722,766)</b>	<b>118.28%</b>

# FY 2012-13 BUDGET

## CHARACTER JUSTIFICATION

**Department - Division:** Sonoma County Water Agency - Sanitation

**Section Title:** South Park CSD - Construction

**Character Title:** Use of Money

**Character No.:** 654301-17

### 1700 Interest on Pooled Cash

This account records interest on pooled cash held for the District by the County Treasurer's office. Estimated interest is projected based on cash on hand and current interest rate trends.

Estimated Average Cash Balance	\$600,000
Projected Interest Rate	<u>0.55%</u>
Projected/Planned Interest on Pooled Cash	\$3,300

The fund balance remaining in the Construction Fund is expected to be reduced as a result of work required to be completed prior to dissolution of the District.

**Character Title:** Miscellaneous Revenue

**Character No.:** 654301-40

### 4102 Donations/Reimbursements

No donations/reimbursements are anticipated in FY 12-13.

### 4303 State Grants

No grants are anticipated for FY 12-13.

**Character Title:** Other Financing Sources

**Character No.:** 654301-46

### 4625 OT - W/in Special Dist - BOS

This account reflects the transfer of cash from the Operations Fund to the Construction Fund to finance the Capital Replacement Program.

**Character Title:** Fixed Assets

**Character No.:** 654301-85

### 8510 Buildings / Improvements

No further projects are planned for this District prior to the scheduled dissolution.

### 9142 Capital Replacement Program

Collection system replacement projects are planned for the following areas in FY 12-13:

	PCAS No.	Amount
<u>Gloria Meekland Collection System Replacement</u>	7435	\$228,000
This project consists of the replacement of a total of approximately 6,000 feet of pipe.		
<u>East Robles Collection System Replacement</u>	TBD	250,000
This project consist of the replacement of approximately 3,000 feet of pipe. Funding will be used for design, CEQA and permitting.		
<u>West Robles Collection System Replacement</u>	TBD	<u>450,000</u>
This project consist of the replacement of approximately 500 feet of pipe. Funding will be used for design, CEQA, permitting, construction and contract administration.		

**Grand Total-Character 85**

**\$928,000**

# FY 2012-13 BUDGET

## STATEMENT OF SPECIAL FUND ACTIVITY

Department Sonoma County Water Agency - Sanitation

Section: South Park CSD - Construction

Index No.: 654301

DESCRIPTION OF FUND ACTIVITY	Actual FY 10-11	Estimated FY 11-12	Requested FY 12-13
<b>Undesignated/Unreserved <u>BEGINNING</u> Retained Earnings</b>			
<b>Available for Budgeting</b> (See Detailed Components Below)	<b>\$2,865,002</b>	<b>\$558,864</b>	<b>\$97,738</b>
<b>Annual Revenues and Expenditures:</b>			
Revenues - Increase retained earnings	19,676	4,827,330	1,503,300
Expenditures - (Decrease) retained earnings	(581,076)	(5,288,456)	(928,000)
<b>Net Surplus or Deficit - Inc/(Dec) to retained earnings</b>	<b>(561,400)</b>	<b>(461,126)</b>	<b>575,300</b>
<b>Adjustments to Reserves/Encumbrances:</b>			
Change in Encumbrance	(1,708,240)	-	-
Capitalized Interest	(36,498)	-	-
<b>Net Adjustment - Inc/(Dec) to Retained Earnings</b>	<b>(1,744,738)</b>	<b>-</b>	<b>-</b>
<b>Undesignated/Unreserved <u>ENDING</u> Retained Earnings</b>			
<b>Available for Budgeting</b>	<b>\$558,864</b>	<b>\$97,738</b>	<b>\$673,038</b>
<b>Total Increase/(Decrease) in Retained Earnings for Fiscal Year</b> <i>(Difference between Beginning and Ending Balance)</i>	<b>(\$2,306,138)</b>	<b>(\$461,126)</b>	<b>\$575,300</b>
<b><u>Retained Earnings Components at Beginning of FY</u></b>	<b>7/1/10</b>	<b>7/1/11</b>	
Cash	\$2,865,668	\$2,398,959	
Accounts Payable	(666)	(112,888)	
Retention Payable	-	(18,967)	
Encumbrance	-	(1,708,240)	
<b>Total Beginning Retained Earnings</b>	<b>\$2,865,002</b>	<b>\$558,864</b>	